

PUBLIC SESSION MINUTES
North Carolina State Board of CPA Examiners
July 22, 2013
1101 Oberlin Road
Raleigh, NC 27605

MEMBERS ATTENDING: Jose R. Rodriguez, CPA, President; Bucky Glover, CPA, Vice President; Maria M. Lynch, Esq., Secretary-Treasurer; Tawannah G. Allen, Ed.D.; Barton W. Baldwin, CPA; John M. Kledis, CPA; and Michael H. Womble, CPA.

STAFF ATTENDING: Robert N. Brooks, Executive Director; David R. Nance, CPA, Deputy Director; Frank Trainor, Esq., Staff Attorney; Lisa R. Hearne, Manager, Communications; Ann J. Hinkle, Manager, Professional Standards; Buck Winslow, Manager, Licensing; and Noel L. Allen, Legal Counsel.

GUESTS: James T. Ahler, CEO, NCACPA; Sharon Bryson, COO, NCACPA; Wendy Ruggerio, CPA, NCACPA; and Curt Lee, Legislative Liaison, NCSA.

CALL TO ORDER: President Rodriguez called the meeting to order at 10:00 a.m.

MINUTES: The minutes of the June 20, 2013, meeting were approved as submitted.

FINANCIAL AND BUDGETARY ITEMS: The June 2013 financial statements were accepted as submitted.

Mr. Baldwin and Dr. Allen moved to approve the revised cash management plan (Appendix I) as drafted by the Executive Staff. Motion passed.

The Board gave direction to the Executive Staff regarding the draft of the Statement on Investment Policy.

LEGISLATIVE AND RULE-MAKING ITEMS: Dr. Allen and Mr. Glover moved to approve the draft rules (Appendix II) for rulemaking in 2013. Motion passed.

NATIONAL ORGANIZATION ITEMS: The Board reviewed the agenda information on the AICPA *Financial Reporting Framework for Small and Medium-Sized Entities (FRF for SMEs)*. Mr. Baldwin and Ms. Lynch moved to approve an Executive Staff-prepared resolution regarding following the authorized standard making process and the need for licensees following the authorized standards in financial reporting for clients (Appendix III). Motion passed with seven (7) affirmative and zero (0) negative votes.

REPORT OF THE PROFESSIONAL STANDARDS COMMITTEE: Mr. Baldwin moved and the Board approved the following recommendations of the Committee:

Case No. C2012296-1 - James T. Andrew, CPA - Approve the signed Consent Order (Appendix IV).

Case No. C2013068 - Kurt A. Broadbooks, CPA - Approve the signed Consent Order (Appendix V)

Case No. C2012251 - Close the case without prejudice.

Case No. C2013032 - Close the case without prejudice.

Case No. C2013081 - Close the case without prejudice.

Case No. C2012410 - William Walter Barker, CPA - Messrs. Kledis and Womble moved to permanently revoke the NC CPA certificate issued to William Walter Barker (Appendix VI). Motion passed with six (6) affirmative and zero (0) negative votes. Mr. Baldwin did not participate in the discussion on this matter nor did he vote on this matter.

Case No. C2011260 - Bipin M. Ghandi, CPA - Approve a Notice of Hearing for September 23, 2013, at 10:00 a.m.

REPORT OF THE PROFESSIONAL EDUCATION AND APPLICATIONS COMMITTEE: Ms. Lynch moved and the Board approved the following recommendations of the Committee:

Transfer of Grades Applications - The following were approved:

Justina Kate Ellis
Laura Jayne Gualdoni
Kerri Steven Keller
Zeeshan M. Khaliq

Olivia Akua Mintah
Ashley Elizabeth Nystrom
Peter John Sobotka
Bryan Austin Thompson

Original Certificate Applications - The following were approved:

Patrick Drew Adams
Mitchell Allan Anderson
Erica Asarisi
Stephen Michael Bogdon
Vicky Hailey Bridges
Colin Robert Broom
Justin Henry Buckner
Thomas Lee Burns Jr.
Kimberly Lynn Byrd
Peter Bosche Carrasquillo
Paul Everette Carson
Leslie Anne Chandler

Angelos Christoforou
Susan Renee Collins-Roberts
Rebecca Jill Kirkley Conner
Leslie Blackwell Donathan
Arthur Gordon Eisenstadt
Charles Allen Elliott
Justina Kate Ellis
Ashley Hollis Epps
Lauren Elizabeth Factor
Elizabeth Smith Greenstock
Laura Jayne Gualdoni
Gregory Blake Hassell

Hanwen Hsu
William Reece Huneycutt
Kyle Justin Hunter
Marina Zavadskaya Hunter
Katherine Allison Hyde
Christina Kay Jackson
Margaret Ruth James
Crystal Slate Johnson
Mallory Blake Jones
Richard Arlon Jones II
Kellie Crook Kanipe
Kerri Steven Keller
Zeeshan M. Khaliq
Kondwani Khonje
Fred G. Lewis III
Kiri Gabrielle Longa
Richard Allen Magrath
Amelia Catherine Martin
Thomas Kirk Medlin
Patrick Stephen Mills
Olivia Akua Mintah

Matthew Bryan Morgan
Michael Adam Neely
Ashley Elizabeth Nystrom
Michael Walter Palmer
Emily Elizabeth Ritchie
Charles Wesley Rogers
Kathryn Garrett Shaffner
Ashlie Pentheal Shepard
John Elliott Shields
Michelle Christina Smith
Peter John Sobotka
David Lee Srulevitch
Kyle Thomas Stamp
Han Sun
Bryan Austin Thompson
Andrew Michael Tilley
Susan Shirley Triana
Adrienne Jicha Kralick Walker
Zhenhua Wang
Fenge Zhang

Staff reviewed and recommended approval of the original application submitted by Lilia Rudnitsky Warren. Ms. Warren failed to disclose pertinent information with her exam application but provided it with her certificate application. Staff recommended approval of the application with a one-year probationary period. The Committee approved staff recommendation.

Reciprocal Certificate Applications - The following were approved:

Sophie Ridings Avent
Frederick Loel Brye Jr.
Katherine Manning Byrne
Brandi Nicole Christina
Maria Victoria Colon
Stephen Phillip Crandall
Greig Scott Davis
Michael Thomas Drury
Alexandra Ecke
Jennifer Lynn Hausch
Laura Mangold Hester
Rachel Bozard Hutson
Brandon Lee Jessup

Erica Jean Klostermeier
Shawn Eric Levesque
Robert Edward Mayhew
Erin Lynn McAllister
Brian Andrew Miller
Ryan Don Miller
Jennifer Moths-Fishkin
Laurie Port Rogers
Anthony M. Sharper Sr.
Barbara Jean Sonnenschein
Douglas Robert Smith
Glen Joseph Spiniello
Kim Omura Standen

John Anthony Sterbling
Cory Michael Sunderland

Shavon Cassandra Tucker

Temporary Permits - The following temporary permits were approved by the Executive Director and ratified by the Board:

Deborah Cutler Lands T7410
Timothy John Matthews T7411
Christie Michelle Owens T7412
Annie Ellis Jennings T7413
Kimberly Ann Olsen T7414
David Lawrence Goldstein T7415
Donn Robert Swift T7416
Lisa VanLeeuwen London T7417
Robert Todd Weeks T7418

Jeff Lyman Birdsong T7419
Christopher John Sellitti T7420
Jason Daniel Norvell T7421
Kari Ann Barrack T7422
Rashad Ibrahim T7423
Yung Ki Park T7424
Bruce Gerard Pounder T7425
Terry Kay Shaw T7426
Michael Curran Taylor T7427

Reinstatements - The following were approved:

Robin Barbara Beck #20680
Justin Simon Bregman #35480
Timothy Lee Kennedy #12877
Tonya Burnette Kilgore #28123
Daniel Ryan Monroe #33266
Teresa Leigh Pearce #32050

Matthew Scott Perry #3367
Russell Jeffrey Petty #24255
Eric Eugene Setzer #25264
Andrew Lamont Timberlake #25387
Alexander Fuentes Tiset #35544
Samantha Maria Zigmont #35018

Reissuance of New Certificate - Applications for reissuance of new certificate submitted by the following were approved.

Jeffrey Michael Manning #33724
Deepa Reddy #34068

Tarryn Kate Gurney Trombley #36586

Firm Registrations - The following professional corporations were approved by the Executive Director and ratified by the Board:

Austin-Gray & Company, PC

Fidelman & Anthony, P.A.

Retired Status Applications - The Committee approved the following requests for retired status because the individuals are completely retired and do not receive any earned compensation for current personal services in any job whatsoever:

Francis J. Arkfeld #31208
David K. Barger #21661
Braxton Glasgow III #10171

Dwight Lee Hedrick Jr. #3666
Sherman Harold Layell #11735
James B. Lurie #26542

Barbara McKinney #13094
Gary Wayne Morgan #20642
James Barry Sargeant #26968
Charles David Smith #4126

William Roger Stroud #13084
James Thyer #12253
Jerry Lynn Williams #3297

Firm Renewal and Peer Review Matters

The firm, Aletta M. Lane, CPA (#29180), submitted a renewal or termination notice less than 60 days after the deadline. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation.

The firm, Patsy Rutledge Bolick, CPA (#19567), submitted a renewal or termination notice more than 60 days but less than 120 days after the deadline. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation.

The firms listed below submitted a renewal or termination notice more than 120 days after the deadline. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation:

Campbell CPA, PC
 Douglas Justin Campbell CPA #29539
Debra Hill Bedford, CPA, P.A.
 Debra Hill Bedford #30362
Eldredge, Fox & Porretti, LLP
 Craig S. Kellner #N282

The firm, Sheila Edmonds, CPA, is more than 120 days late for the second year in a row. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation.

Letters of Warning

Staff has received a renewal from Jane Fogarty Bouchon (#17891) which listed 2011 CPE taken between January 1 and June 30, 2012, without an approved extension. Staff recommended a Letter of Warning for a first offense pursuant to 21 NCAC 08G .0406(b)(1). The Committee approved staff recommendation.

Staff has received and recommended approval of the request to rescind the Letter of Warning awarded to Ana Cristina Brugh (#35583). The Committee approved staff recommendation.

Examinations – The Committee reviewed and approved the following staff-approved applicants to sit for the Uniform CPA Examination:

Nathaniel Adams
Kodjo Akakpovi
Jeremiah Akinsola
Mikhail Alexoudis
Justin Allen
David Almonte
Aduko Anasine
Natalie Angell
James Badgett
LeAnn Bagasala
Steven Baker
Tommi Barbour
Briarlee Barrow
Mark Batchek
David Batkiewicz
Jacob Battle
Avery Bebout
Ryan Beckstead
Gina Behan
Darryl Bennett, Jr
Gagandeep Bindra
Sarah Blythe
Nicholas Boardman
Michelle Boch
Walter Bordeaux
Michael Borders
Taryn Boston
Kenneth Boyle
Amanda Brady
Michael Branscome
Madeline Bray
Patrick Brooks
Robert Brown
Byron Bryan
Yi Bu
Joseph Buckland
Dara Burke
Hope Buttitta
Michael Campbell
Benjamin Canada

Joshua Capps
Benjamin Carlson
Michael Carnicelli
Jocelyn Carter
Ronald Carter
Danielle Carty
Felix Chang
Henry Chao
Huan Chen
Jennifer Cline
Sabrina Clontz
Janet Cochrane
Elizabeth Colcord
Tyler Cole
Bryan Collins
Lora Comer
Jerome Conley
Kenneth Cooper
Forest Corwin
Caroline Cox
Amanda Creech
Christopher Creekmuir
Lauren Daughtry
Joni Davis
Jamie Deveney
Robert Dobbins
Wesley Doble
Simona Dobson
Melissa Dougher
Michael Dunn
Jordan Eatman
Antoinyce Eaton
Micah Eberle
Alison Eisenberg
Grady Elliott, II
Deborah Epperson
Jonathan Erwin
Luis Espinosa
William Faircloth
Vijay Farmah

Olena Fedchenko
Kendra Ferguson
Mary Fischer
John Fisher
DeAnna Ford
Jennifer Ford
Sarah Forman
Rachel Gable
Michael Gerew
Daniel Glasser
Shirley Gomes
Humberto Gonzalez
Ashley Good
Philip Gooding
James Goodman
Bradley Goodwin
Nicholas Graham
Turiya Gray
Kristin Green
Jessica Gregory
Kameron Gress
Ryan Hale
Brandon Hall
Cara Hall
Charles Hall
Nia Hall
Bradley Hamby
Jamisen Hamilton
Brittany Hamm
Joseph Haney
JiaJia Hao
Peter Harakas
Ashley Hardy
Geri Hare
David Harris
Felicia Harris
Sonya Harris
Corey Hawley
Heather Hayes
Neville Hayes
Camille Hefner
Robert Heidel, Jr
Kimberly Heller

Margaret Helton
George Hendrix
Shannon Henry
Lori Henson
Jeremy Hiatt
Wilson Hicks
Joshua Hill
Theresa Ho
Aaron Holcomb
Kateryna Hollis
Chrissy Holt
Susan Hood
Jessica Hubbard
Claire Hudson
Rachel Humphries
Evan Hurley
Farabee Hussain
Diana Ivanova
Braden Jackson
Alex Jandrisevits
Tanya Jenkins
Ankit Jivan
Tonnette Johnson
Christopher Jones
Michael Kahill
William Kane
Neliana Karaman
Jacob Karr
Tammy Kennedy
Charlotte Keppler
Vasyl Khokhla
Euna Kim
Cameron Kimber
Perry King
Nadine Kingston
Mary Kirkland
Stephanie Knight
Danielle Kubinski
Andrea Lambert
Adam Lanier
Robert Larison, Jr
Seth Larson
Caroline Lawing

Adam Lazovik
Bao-Tran Le
Ryan Leach
Timothy Lee
Brooke Leja
Hongjie Liu
Alison Long
Amber Lopez
Carrie Love
Travis Lowman
Ian Luhrs
Keith Lumbert
Matthew Lynch
Michael MacDermott
Kelly MacDonald
William MacMinn
Gurband Mann
Wanda Manning
Jennifer Maready
Larry Martin
David Maryanski
Michael Mascianica
Meredith Matthews
Susanne Matthews
Donna Maultsby
Dananjaya Mayadunne
Sarah Mazur
Inge McCrory
Graham McLamb
Dylan McNiff
David McPherson
Robert McPherson
Robert Meador
Mansi Mehta
Addis Melesse
Dawn Messinger
Peter Miller
Tyler Miller
Matthew Moffitt
Preston Moore
Joshua Morgan
Benjamin Morman
Marc Morris

Mary Mull
Kaelyn Mulvey
Steven Myers
Courtney Nastasia
Austin Newlin
Rene'e Neyman
Jianming Ni
Thomas O'Connor
Laura O'Grady
Ryan O'Neal
Caroline O'Connor
Maxwell Ofori
Patrick Oglesby
Andrea Pack
Amy Page
Sara Parks
Jason Pate
Mital Patel
Laura Pearson
Dawn Penland
Laura Pennington
Armand Perez
William Perrault
Margret Phelps
Amy Phillips
Richard Pieringer
Kelly Pittman
Marisa Poccia
Diani Popoca
Beverly Pressley
Lisa Purvis
Lindsay Quinn
Tara Rajani
Sabina Redzovic
John Reece
Ashlyne Reid
Ashley Reynolds
Jenna Rheuark
Jennilee Richardson
Stephen Richardson
Judyth Riddick
Heather Ridlon
William Rives

Matthew Robbins
Kenneth Roberts
Mary Roberts
Aviance Robertson
Christina Robin
Amy Robinson
James Robinson
Nicole Rocco
Alberto Rodriguez
Cynthia Roeder
Craig Roisum
Jessica Rosera
John Ross
Susan Ross
Robert Rowe
Jessica Rubinski
Bartosz Ryba
Kathryn Schafer
Leslie Scott
Anthony Serricchio
Mehul Shah
Gabrielle Shahid
Chad Sherin
Chon Shoaf
Shawn Siegfried
Gary Sigafoos
Montana Singer
Brittany Smith
Kelsey Smith
Christopher Sparks
Karyn Spillers
William Squires
Stacey Stafford
Kira Staggers
Alyssa Starnes
Kristen Stiefel
Lauren Stout
Laurie Strumski
Steven Stull
Jennifer Sumler
Edward Summersill
Premalata Sundaram
Alyssa Sutherland

Jairo Tabora
Sally-Anne Tabora
Jacob Taitague
Julia Taranenko
Adam Taylor
Allison Taylor
Andrea Taylor
Crystal Teague
William Tharrington
Rebecca Therrell
Matthew Thompson
Heather Thornbrough
Kate Thurston
Alan Toler
William Tucker
Kaitlyn Tunstall
Brunilda Valentin
Daniel Vandekar
William Varnedoe, Jr
Nicki Vaughn
Joseph Vestal
Courtney Wade
Caroline Walling
Kandi Walls
Honghong Wang
Junyi Wang
Liping Wang
Zao Wang
Richard Warner
Stephen Watts
James Wax
Thomas Weaver
Donald Weymer
Sandy Wheless
Joel White
Brittany Whitley
John Whitley
John Whitley
Thomas Whitlock
Jamie Wicker
Christopher Wicks
David Williams
John Willis


Michael Wills
Krystine Wilson
Dianne Winegarden
Madeline Winkler
Paul Wolitarsky


Jeffrey Yahn
Juanjuan Yan
Yifei Yang
Jacquelyn Yellin-Mungo

ADJOURNMENT: Mr. Glover and Dr. Allen moved moved to adjourn the meeting at 10:38 a.m. Motion passed.

Respectfully submitted:

Attested to by:


Robert N. Brooks
Executive Director


Jose R. Rodriguez, CPA
President

North Carolina State Board of Certified Public Accountant Examiners Cash Management Plan

Policy:

North Carolina General Statute 147-86.10 requires that “all agencies, institutions, departments, bureaus, boards, commissions and officers of the State ... shall devise techniques and procedures for the receipt, deposit, and disbursement of monies coming into their control and custody which are designed to maximize interest-bearing investment of cash, and minimize idle and nonproductive cash balances.”

Plan Administration:

The State Controller has developed and implemented a statewide plan to carry out cash management policies for all state agencies. Because no single plan can adequately detail all the specific procedures appropriate for each state agency, it is the responsibility of each agency, department and institution to prepare a cash management plan that meets both the requirements of the Statewide Plan and the unique cash management needs of the individual agency, department or institution. The North Carolina State Board of Certified Public Accountant Examiners (Board) Executive Staff (Executive Director and Deputy Director) have prepared this specific plan which meets those guidelines in addressing the unique needs and situations found at this Board. The Deputy Director will have cash management responsibility for the Board.

Plan Requirements:

Cash management can be divided into two areas:

- 1) Control of receipts, including prompt collection of amounts due to the Board, proper internal controls over cash and cash equivalents, and the timely deposit of those funds into interest bearing accounts; and
- 2) Responsible management of the disbursement of Board funds by maximizing the earning potential on interest bearing accounts.

Receipts:

The objectives of cash management over receipts are to use diligence in collecting funds owed to the Board, to provide internal control over cash and cash equivalents received and maintained by the Board, and to expedite the movement of monies collected into interest bearing accounts of the Board. Board receipts are comprised principally of examination fees, license issuance fees, license renewal fees, and firm registration fees. To accomplish its receipting objectives, the Board plan includes these guidelines:

- 1) Monies due to the Board by individuals, businesses, or other governmental agencies shall be promptly billed, collected, and deposited.

- 2) Monies received by the Board in the normal course of business shall be deposited into bank accounts duly authorized by the Board.
- 3) Monies received shall be deposited daily in the form and amounts received, except as otherwise provided by law.
- 4) The Board shall accept electronic payments (credit/debit [merchant cards] and electronic fund transfer [EFT]), in accordance with North Carolina General Statute 147-86.22, to the maximum extent possible and consistent with sound business practices.
- 5) Unpaid billings due to the Board shall be turned over to the Board's Legal Counsel for collection no more than 90 days after the due date of the billing.
- 6) When cash balances are sufficient in size, idle funds will be invested in accordance with the Board approved investment policy that seeks to maximize investment earnings.
- 7) All bank and investment accounts shall be reconciled monthly and reconciling items must be thoroughly investigated and recorded in the Board's accounting records.
- 8) The Board shall seek to minimize its banking costs by evaluating its banking services every five years. That evaluation may consist of seeking proposals for banking services for the Board's various operating activities. The Board shall seek to minimize its service fees while maximizing its investment earning potential.

Disbursements:

The objective of managing disbursements is to maintain funds in interest-bearing accounts for the longest appropriate period of time. This allows the Board to recognize the maximum earning potential on its funds. This is not intended, however, to encourage late payment or to have a negative relationship with firms who, in good faith, supply goods and services to the Board. The following rules are included:

- 1) Monies are timely deposited with the bank and remain on deposit with the bank until final disbursement to the ultimate payee.
- 2) Billings to the Board for goods received and services rendered are paid semi-monthly, no earlier than necessary nor late, but as close to the due date or discount date as is practicable.
- 3) Inventory and supply levels are managed to minimize waste and ensure adequate stock is maintained to conduct business activities without interruption at the lowest possible cost. All purchases must be authorized by Executive staff.
- 4) The Executive Staff approves all disbursements, which are approved by the Accounting Specialist. Checks are issued on the 15th and 30th of each month. If the 15th or 30th falls on a weekend, checks are written on the preceding business day. The Board has

authorized the Executive Director and/or the Deputy Director to sign all checks up to \$7,500. Checks exceeding \$7,500 must be first authorized by a member of the Board's Executive Committee (consisting of the Secretary-Treasurer, Vice-President, and President, in priority order). Checks in excess of \$2,500 must be dual signed by both the Executive Director and the Deputy Director. Checks in excess of \$7,500 may be dual signed by the Executive Director and the Deputy Director only after prior authorization from an Executive Committee Board member.

Draft Rules for Rule-Making in 2013

1. 21 NCAC 08A .0301 DEFINITIONS
2. 21 NCAC 08F .0103 FILING EXAM APPLICATION
3. 21 NCAC 08F .0502 APPLICATION FOR CPA CERTIFICATE
4. 21 NCAC 08G .0401 CPE REQUIREMENTS FOR CPAS
5. 21 NCAC 08G .0403 QUALIFICATIONS OF CPE SPONSORS
6. 21 NCAC 08G .0409 COMPUTATION OF CPE CREDITS
7. 21 NCAC 08G .0410 PROFESSIONAL ETHICS AND CONDUCT
8. 21 NCAC 08I .0104 MODIFICATION OF DISCIPLINE AND NEW CERTIFICATE
9. 21 NCAC 08J .0105
10. 21 NCAC 08J .0106 – FORFEITURE OR INACTIVATION OF CERTIFICATE AND REISSUANCE OR REINSTATEMENT
11. 21 NCAC 08 J .0107 – MAILING ADDRESSES OF CERTIFICATE HOLDERS AND CPA FIRMS
12. 21 NCAC 08M .0105 PEER REVIEW REQUIREMENTS
13. 21 NCAC 08N .0202 DECEPTIVE CONDUCT PROHIBITED
14. 21 NCAC 08N .0203 DISCREDITABLE CONDUCT PROHIBITED
15. 21 NCAC 08N .0208 REPORTING CONVICTIONS, JUDGMENTS, AND DISCIPLINARY ACTIONS
16. 21 NCAC 08N .0302 FORMS OF PRACTICE

RESOLUTION

The Financial Accounting Foundation (FAF) established the Private Company Council (PCC) as a result of a "Blue Ribbon Panel" created by the National Association of State Boards of Accountancy (NASBA), the American Institute of CPAs (AICPA), and FAF. The PCC under the review of the Financial Accounting Standards Board (FASB) of FAF is to develop an authoritative Generally Accepted Accounting Principles (GAAP) solution for private companies and the users of their financial statements.

As the PCC is working to develop this solution and modify GAAP for private companies, the AICPA has developed and issued a non-authoritative Financial Reporting Framework for Small-and Medium-Sized Entities (FRF for SMEs). The North Carolina State Board of Certified Public Accountant Examiners (State Board) supports the current standards-making processes of FAF and FASB in its efforts to meet the financial reporting needs of private companies through its work of the PCC.

Therefore be it resolved, the State Board is not taking a position on the practitioners use of FRF for SMEs. In that FASB and the PCC have made steady progress in improving generally accepted account principles (GAAP) reporting for private companies, it would seem reasonable and prudent for practitioners, private companies, and the users of the financial reports to be cautious in using a non-authoritative reporting framework that has no official or authoritative status. Financial statements prepared in accordance to GAAP are transparent, clear, comparable, and reliable. We support the FASB and PCC in its continued efforts to address areas where appropriate alternatives can be identified that can reduce costs and complexities of reporting by private companies while continuing to comply with GAAP. The Board will continue to monitor the efforts of all parties regarding this matter and make sure our licensees are informed on those efforts and any outcomes.

The North Carolina State Board of Certified Public Accountant Examiners has adopted the above resolution by a unanimous vote of its Board members at its July 22, 2013, meeting.

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012296-1

IN THE MATTER OF:
James T. Andrews, CPA
Respondent

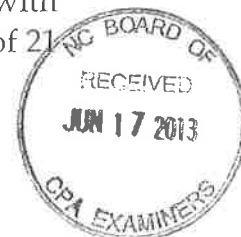
CONSENT ORDER

THIS CAUSE, coming before the North Carolina State Board of CPA Examiners ("Board") at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N. C. Gen. Stat. § 150B-41, the Board and Respondent stipulate to the following:

1. Respondent James T. Andrews, CPA (hereinafter "Respondent firm"), is a registered certified public accounting firm in North Carolina.
2. Respondent firm received a "fail" on its most recent engagement peer review, with an acceptance letter date of October 3, 2012.
3. This failed peer review is the second consecutive failed peer review for Respondent firm.
4. Respondent firm wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent firm understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board Meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent firm is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Respondent firm's failure to perform engagements in accordance with SSARS, as noted in two (2) consecutive failed peer reviews, is a violation of 21 NCAC 08N .0404 and .0212.



3. By virtue of Respondent firm's consent to this order, Respondent firm is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent firm agree to the following Order:

1. Respondent firm is censured.
2. Respondent firm shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted with this signed Consent Order.
3. Respondent Firm shall provide a written statement to the Board that it will no longer be participating in, performing, or reviewing any engagements subject to peer review.
4. Prior to entering into any engagements subject to peer review, Respondent firm shall provide notification to the Board of Respondent firm's intention to entering that engagement.
5. Prior to Respondent firm participating in, performing, or reviewing any engagement subject to peer review, Respondent firm's professional staff shall take at least sixteen (16) hours of group study Accounting and Auditing CPE coursework as part of their annual CPE requirement until such time as Respondent firm receives a pass on a system peer review, or a pass or pass with deficiencies on an engagement peer review.

CONSENTED TO THIS THE 13th DAY OF June, 2013.



Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 22 DAY OF JULY, 2013.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: 
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2013068

IN THE MATTER OF:
Kirk Arthur Broadbooks, #34265
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 34265 as a Certified Public Accountant.
2. Respondent informed the Board on his 2012-2013 individual certificate Renewal ("Renewal") that between January 1, 2011, and June 30, 2012, he had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2011 CPE requirements.
3. Based on Respondent's representation, the Board accepted his Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet his 2011 and 2012 requirements.
5. Respondent provided the CPE certificates of completion to the Board as requested. However, Respondent was unable to provide documentation for a 2011 CPE ethics course as claimed on his Renewal.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew his certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93 12(15).
2. Respondent must return his certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of his certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Forty-two (42) hours of CPE in the twelve (12) months preceding the application including the eight (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.

Consent Order – 3
Kirk Arthur Broadbooks

5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.
6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of his certificate.

CONSENTED TO THIS THE 12th DAY OF June, 2013.

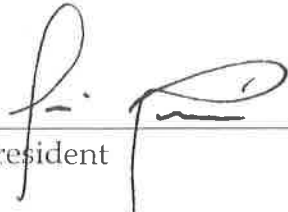
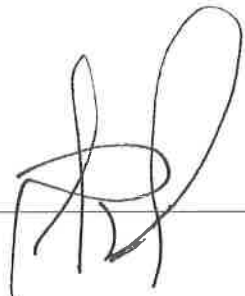


Respondent

APPROVED BY THE BOARD THIS THE 22 DAY OF JULY, 2013.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY:  

President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012410

IN THE MATTER OF:
William Walter Barker, #22029
Respondent

CONSENT ORDER

THIS CAUSE, coming before the North Carolina State Board of CPA Examiners ("Board") at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N. C. Gen. Stat. § 150B-41, the Board and Respondent stipulate to the following:

1. William Walter Barker (hereinafter "Respondent") is the holder of North Carolina certificate number 22029 as a Certified Public Accountant.
2. Respondent was investigated and charged with third degree sexual exploitation of a minor, in state court, which was then dismissed.
3. On April 29, 2013, Respondent pled guilty, in federal court, to one count of receipt of child pornography.
4. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board Meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0201, .0203 (a), and .0203 (b)(1).

Consent Order - 2
William Walter Barker

3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. The Certified Public Accountant certificate issued to Respondent, William Walter Barker, is hereby permanently revoked.
2. Respondent shall not offer or render services as a CPA or otherwise trade upon or use the CPA title in this state either through CPA mobility provisions or substantial equivalency practice privileges or in any other manner, nor shall Respondent claim or attempt to use any practice privileges in any other state based upon his permanently revoked North Carolina certificate.

CONSENTED TO THIS THE 8th DAY OF May, 2013.


Respondent

APPROVED BY THE BOARD THIS THE 22 DAY OF JULY, 2013.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: 
President

